

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**YEAR ENDED JUNE 30, 2025**



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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
The Shelter for Abused Women & Children, Inc.  
Naples, Florida

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the financial statements of The Shelter for Abused Women & Children, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of The Shelter for Abused Women & Children, Inc. as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Shelter for Abused Women & Children, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The Shelter for Abused Women & Children, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Shelter for Abused Women & Children, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Shelter for Abused Women & Children, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our reports dated March 26, 2026, on our consideration of The Shelter for Abused Women & Children, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of those reports is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of The Shelter for Abused Women & Children, Inc.'s internal control over financial reporting or on compliance. Those reports are an integral part of an audit performed in accordance with *Government Auditing Standards* in considering The Shelter for Abused Women & Children, Inc.'s internal control over financial reporting and compliance.

### **Emphasis of Matter**

As described in Note 10 to the financial statements, management noted there was an error in the disclosure of the endowment net assets with donor restrictions in the prior year. Our opinion is not modified with respect to this matter.



**CliftonLarsonAllen LLP**

Naples, Florida  
March 26, 2026

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2025**

**ASSETS**

Cash and Cash Equivalents	\$ 625,247
Cash - Held in Escrow	1,084,620
Investments	57,422,112
Investments - Other	895,026
Grants Receivable	570,039
Unconditional Promises to Give Receivable, Net	1,551,753
Prepaid Expenses	247,944
Donated Goods Inventory	284,818
Property and Equipment, Net	<u>19,488,733</u>
Total Assets	<u><u>\$ 82,170,292</u></u>

**LIABILITIES AND NET ASSETS**

**LIABILITIES**

Accounts Payable	\$ 691,368
Accrued Expenses	1,255,416
Prepaid Ticket Sales and Deposits Held	<u>343,159</u>
Total Liabilities	<u>2,289,943</u>

**NET ASSETS**

Without Donor Restrictions:	
Designated as Endowment Fund	44,641,777
Designated for Property and Equipment	19,488,733
Designated for Capital Purchases	294,716
Undesignated	<u>3,122,372</u>
Total Net Assets Without Donor Restrictions	67,547,598
With Donor Restrictions:	
Purpose and Time Restrictions	8,100,740
Perpetual in Nature	<u>4,232,011</u>
Total Net Assets	<u>79,880,349</u>

Total Liabilities and Net Assets	<u><u>\$ 82,170,292</u></u>
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See accompanying Notes to Financial Statements.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2025**

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUES</b>			
Support from Governmental Units	\$ 2,297,242	\$ -	\$ 2,297,242
Other Public Support	3,680,691	4,412,090	8,092,781
Fundraising Events, Net	1,576,256	-	1,576,256
In-Kind Food and Household Item Contributions	439,284	-	439,284
Goods Contributed - Resale Store	1,033,307	-	1,033,307
Resale Store Revenue	1,437,482	-	1,437,482
Less: Cost of Donated Goods Sold	(1,254,213)	-	(1,254,213)
Other Revenue	77,262	-	77,262
Loss on Uncollectible Promises to Give	-	(351,180)	(351,180)
Net Investment Return	4,912,934	723,288	5,636,222
Total Revenues before Releases from Restrictions	14,200,245	4,784,198	18,984,443
Net Assets Released from Restrictions	3,061,620	(3,061,620)	-
Total Revenues	17,261,865	1,722,578	18,984,443
<b>EXPENSES</b>			
Program Services	8,059,616	-	8,059,616
Resale Store Expenses	799,665	-	799,665
Administrative	914,807	-	914,807
Fundraising	726,903	-	726,903
Total Expenses	10,500,991	-	10,500,991
<b>CHANGE IN NET ASSETS</b>	6,760,874	1,722,578	8,483,452
Net Assets - Beginning of Year	60,786,724	10,610,173	71,396,897
<b>NET ASSETS - END OF YEAR</b>	\$ 67,547,598	\$ 12,332,751	\$ 79,880,349

See accompanying Notes to Financial Statements.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED JUNE 30, 2025**

	Program Expenses			Supporting Services		
	Program Services	Resale Store	Total Program	Administrative	Fundraising	Total
Salaries and Wages	\$ 4,592,064	\$ 439,318	\$ 5,031,382	\$ 171,984	\$ 321,803	\$ 5,525,169
Payroll Taxes and Employee Benefits	857,993	82,712	940,705	192,917	139,486	1,273,108
Total Salaries and Related Expenses	5,450,057	522,030	5,972,087	364,901	461,289	6,798,277
Advertising	2,636	230	2,866	140	3,167	6,173
Bank Fees	12,740	15,199	27,939	17,795	64,696	110,430
Client Assistance and Community Education	255,498		255,498			255,498
Client Assistance - In-Kind	439,284		439,284			439,284
Dues and Membership Fees	15,691	1,410	17,101	24,244	8,582	49,927
Grant Expenses	30,560	-	30,560	3,424	1,412	35,396
Facilities	-	-	-	-	225,428	225,428
Fundraising Expenses	1,908	44,036	45,944	-	31,928	77,872
Insurance	254,496	38,828	293,324	788	18,823	312,935
Miscellaneous	7,815	62	7,877	4,107	4,559	16,543
Postage and Printing	10,704	917	11,621	1,098	14,699	27,418
Professional Services	175,008	26,241	201,249	150,446	41,770	393,465
Rent	-	11,948	11,948	-	-	11,948
Repairs and Maintenance	487,781	38,130	525,911	145,720	21,583	693,214
Supplies	9,955	4,359	14,314	32,860	27,105	74,279
Telephone	55,170	7,101	62,271	6,191	4,620	73,082
Training and Recruiting	32,476	3,887	36,363	29,127	8,181	73,671
Travel	8,162	-	8,162	2,070	2,782	13,014
Utilities	148,826	22,653	171,479	8,675	6,493	186,647
Uncollectible Pledges/Credit Losses	-	-	-	67,417	-	67,417
Depreciation	660,849	62,634	723,483	55,804	63,634	842,921
Subtotal	8,059,616	799,665	8,859,281	914,807	1,010,751	10,784,839
Special Events Fundraising Expenses	-	-	-	-	(283,848)	(283,848)
Total Functional Expenses	\$ 8,059,616	\$ 799,665	\$ 8,859,281	\$ 914,807	\$ 726,903	\$ 10,500,991

See accompanying Notes to Financial Statements.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2025**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Change in Net Assets	\$ 8,483,452
Reconciliation of Change in Net Assets to Net Cash Flows from Operating Activities:	
Bad Debt Expense	\$ 67,417
Depreciation	842,920
Realized/Unrealized (Gain) Loss on Investments	(4,255,466)
Loss on Uncollectible Promises to Give	351,180
Stock Donations	(1,878,799)
Contributions Received for Donor-Restricted Endowment	(525,000)
Goods Contributed - Resale Store	224,378
Changes in Assets and Liabilities:	-
Grants Receivable	108,413
Promises to Give Receivable	(169,100)
Prepaid Expenses	(95,502)
Accounts Payable	519,871
Accrued Expenses	271,753
Prepaid Ticket Sales and Deposits Held	98,445
Net Cash Provided by Operating Activities	4,043,962

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchases of Investments	(25,136,582)
Proceeds from Sale of Investments	21,536,494
Purchases of Property and Equipment	(4,155,370)
Net Cash Used in Investing Activities	(7,755,458)

**CASH FLOWS FROM FINANCING ACTIVITIES**

Contributions Received for Donor-Restricted Endowment	525,000
Net Cash Provided by Financing Activities	525,000

**NET DECREASE IN CASH AND CASH EQUIVALENTS**

(3,186,496)

Cash and Cash Equivalents - Beginning of Year

4,896,363

**CASH AND CASH EQUIVALENTS - END OF YEAR**

\$ 1,709,867

**RECONCILIATION TO STATEMENT OF FINANCIAL POSITION**

Cash and Cash Equivalents	\$ 625,247
Cash - Held in Escrow	1,084,620
Total	\$ 1,709,867

See accompanying Notes to Financial Statements.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 1 ORGANIZATION**

The Shelter for Abused Women & Children, Inc. (The Shelter), was organized in 1986 for the purpose of providing counseling, shelter, and other services to victims of domestic violence and human trafficking in Collier County, Florida.

The Shelter operates a 24-hour Crisis Line, two 60-bed emergency shelters in Naples and Immokalee as well as nine transitional living cottages in Naples. All in-house and outreach programs and services, training, and education are provided free of charge.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America.

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, the Shelter considers as cash and cash equivalents all highly liquid investments with an initial maturity of three months or less. Excluded from this definition of cash equivalents are such amounts that represent funds that have been designated by the board of directors for investment or included in the donor restricted endowment fund.

Deposits are held at various financial institutions and insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per each financial institution. The Shelter had \$597,982 of deposits in excess of the FDIC insurance limits.

**Promises to Give**

Unconditional promises to give that are expected to be collected within one year are stated at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities. The Shelter establishes an allowance for uncollectible promises to give based upon factors surrounding the credit risk of specific donors, historical trends, and other information. Management reviews the allowance and provides an allowance for uncollectible promises to give when collection is considered doubtful. Promises to give balances are charged off against the allowance after all means of collection have been exhausted and the potential for recovery is considered remote. As of June 30, 2025, an allowance for uncollectible promises to give was not considered necessary.

**Inventory - Resale Store**

Inventory consists of contributed resale merchandise held at the resale store. The Shelter values its donated inventory based on the nature, condition, or quality of the donated items. Inventory balance recorded at year-end is the estimated fair value of donated items held at the resale store.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Property and Equipment**

Property and equipment over \$1,000 is recorded at cost or, if contributed, at fair value on the date of contribution. Depreciation is provided on the straight-line basis over the estimated useful lives of 5 to 15 years for furniture, fixtures, and equipment and 39 years for buildings and improvements. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any resulting gain or loss is included in the statement of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

The Shelter reviews the carrying values of property and equipment for impairment whenever events or circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. When considered impaired, an impairment loss is recognized to the extent carrying value exceeds the fair value of the asset. There were no indicators of asset impairment during the year ended June 30, 2025.

**Investments**

Investment purchases are recorded at cost, or if donated, at fair value on the date of donation. Thereafter, investments are reported at their fair values in the statement of financial position. Net investment return is reported in the statement of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

**Leases**

The Shelter determines if an arrangement is a lease at inception. Operating leases would be included in operating lease right-of-use (ROU) assets and operating lease liabilities on the statement of financial position. Finance leases would be included in financing lease right-of-use (ROU) assets and financing lease liabilities on the statement of financial position.

ROU assets represent the Shelter's right to use an underlying asset for the lease term and lease liabilities represent the Shelter's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. As most of leases do not provide an implicit rate, the Shelter uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Shelter will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Shelter has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right-of-use assets on the statement of financial position.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Leases (continued)**

The Shelter has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

If the individual lease contracts do not provide information about the discount rate implicit in the lease, the Shelter has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of lease liabilities.

**Net Assets**

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor- or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for a capital reserve and board-designated endowment.

*Net Assets With Donor Restrictions* – Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other purposes specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Gifts of cash restricted for the acquisition of long-lived assets are recognized as restricted revenue when received and released from restrictions when the assets are placed in service.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenue Recognition**

Retail sales are recognized at the time of purchase.

Special events revenue is comprised of an exchange element based upon the direct benefits donors receive and a contribution element for the difference. The Shelter recognizes special events revenue equal to the fair value of direct benefits to donors when the special event takes place. The Shelter recognizes the contribution element of special event revenue immediately, unless there is a right of return if the special event does not take place.

The Shelter recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

A portion of revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Shelter has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position. No amounts have been received in advance under federal and state contracts and grants.

**Contributions**

The Shelter reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

**In-Kind Contributions**

In-kind contributions are recorded as contributions at their estimated fair value at the date of the contribution. Items contributed to the resale store that have not been sold at of the statement of financial position date are recorded as inventory at their estimated fair value at the date of donation.

In addition to contributed nonfinancial assets, volunteers contribute significant amounts of time to program services, administration, and fundraising and development activities; however, the financial statements do not reflect the value of these contributed services because they do not meet recognition criteria prescribed by generally accepted accounting principles. The Shelter receives approximately 12,000 volunteer hours per year.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Expense Allocation**

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy, depreciation, and amortization, which are allocated on a square footage basis, as well as salaries and wages, benefits, payroll taxes, professional services, office expenses, information technology, interest, insurance and other, which are allocated on the basis of estimates of time and effort.

**Income Taxes**

The Internal Revenue Service (IRS) has determined that the Shelter is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. The Shelter is a nonprofit Florida corporation and, therefore, is not subject to state income taxes. Should the Shelter's tax-exempt status be challenged in the future, its 2024, 2023, and 2022 tax years are open for examination by the IRS.

The Shelter has evaluated its tax positions and concluded that the Shelter has no unrelated business income and no uncertain tax positions, therefore, no provision for income taxes was necessary for the year ended June 30, 2025.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires us to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates, and those differences could be material.

**Subsequent Events**

Management has evaluated subsequent events through March 26, 2026, the date the financial statements were available to be issued.

**NOTE 3 LIQUIDITY AND AVAILABILITY**

The Shelter routinely monitors liquidity to meet its operating needs and other contractual commitments. The Shelter considers all expenditures related to its ongoing activities. In addition to financial assets available to meet general expenditures, the Shelter operates with a balanced operating budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 3 LIQUIDITY AND AVAILABILITY (CONTINUED)**

The Shelter's financial assets that are available within one year of the statement of financial position date for general expenditures are as follows as of June 30, 2025:

Financial Asset at Year-End:	
Cash and Cash Equivalents	\$ 625,247
Cash - Held in Escrow	1,084,620
Investments	57,422,112
Investments - Other	895,026
Grants Receivable	570,039
Promises to Give Receivable, Net	<u>1,551,753</u>
Total Financial Assets at Year-End	<u>62,148,797</u>
Less: Those Unavailable for General Expenditures:	
Cash - Held in Escrow	(1,084,620)
Promises to Give Receivable, Noncurrent	(822,207)
Board-Designated Net Assets	(44,936,493)
Donor-Restricted Net Assets	<u>(10,780,998)</u>
Funds Available Within One Year for General Expenditures	<u><u>\$ 4,524,479</u></u>

The Shelter's endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure. The board-designated endowment fund is available for general expenditure upon approval by the board. In addition, to help manage unanticipated liquidity needs, the Shelter has established a line of credit.

**NOTE 4 INVESTMENTS**

Investments consist of the following as of June 30, 2025:

	Fair Value
Cash and Money Market Funds	\$ 3,327,809
Equity Securities	37,090,173
Fixed Income Securities	17,279,317
Alternative Investment	492,261
Assets Held by Community Foundation	<u>127,578</u>
Total Investments	<u><u>\$ 58,317,138</u></u>
Investments	\$ 57,422,112
Investments - Other	895,026
Total Investments	<u><u>\$ 58,317,138</u></u>

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 4 INVESTMENTS (CONTINUED)**

Net investment return consist of the following for the year ended June 30, 2025:

Interest and Dividends	\$ 1,497,626
Net Realized and Unrealized Gains (Losses)	4,255,466
Investment Fees	<u>(116,870)</u>
Total Net Investment Return	<u>\$ 5,636,222</u>

**NOTE 5 FAIR VALUE MEASUREMENTS**

The Shelter measures fair value as set forth in the Statement of Financial Accounting Standard FASB ASC 820, *Fair Value Measurements*. FASB ASC 820 applies to reported balances that are required or permitted to be measured at fair value under an existing accounting pronouncement. FASB ASC 820 emphasizes that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability and establishes a fair value hierarchy. The fair value hierarchy consists of three levels of inputs that may be used to measure fair value as follows:

*Level 1* – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Shelter has the ability to access.

*Level 2* – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics or discounted cash flows.

*Level 3* – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to our assessment of the quality, risk, or liquidity profile of the asset or liability.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 5 FAIR VALUE MEASUREMENTS (CONTINUED)**

The following are the major categories of assets measured at fair value on a recurring basis during the year ended June 30, 2025:

	Level 1	Level 2	Level 3	Total
Cash and Money Market Funds	\$ 3,327,809	\$ -	\$ -	\$ 3,327,809
Equity Securities	37,090,173	-	-	37,090,173
Fixed Income Securities	9,257,603	8,021,714	-	17,279,317
Assets Held by Community Foundation	-	-	127,578	127,578
Total at Fair Value	<u>\$ 49,675,585</u>	<u>\$ 8,021,714</u>	<u>\$ 127,578</u>	<u>57,824,877</u>

Investments Measured at NAV:

Alternative Investment	492,261
Total	<u>\$ 58,317,138</u>

Reconciliation to Statement of Financial Position:

Investments	\$ 57,422,112
Investments - Other	895,026
Total	<u>\$ 58,317,138</u>

The following is a reconciliation of the beginning and ending balance of assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the year ended June 30, 2025:

Balance - Beginning of Year	\$ 113,603
Purchases/Contributions of Investments	-
Net investment return	13,975
Distributions	-
Balance - End of Year	<u>\$ 127,578</u>

Investments in certain entities that are measured at fair value using NAV per share as a practical expedient are as follows at June 30, 2025:

	Fair Value	Unfunded Commitment	Redemption Frequency	Redemption Notice Period
Private Equity Fund	\$ 492,261	\$ 109,226	Illiquid	N/A

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 6 UNCONDITIONAL PROMISES TO GIVE RECEIVABLE, NET**

Unconditional promises to give receivable are reflected at the present value of estimated cash flows using an average discount rate as follows:

<u>Year Ending June 30,</u>	<u>Fundraising Campaigns</u>	<u>Endowment</u>	<u>Total</u>
2026	\$ 729,546	\$ 25,000	\$ 754,546
2027	335,500	25,000	360,500
2028	252,980	-	252,980
2029	244,390	-	244,390
Total	<u>1,562,416</u>	<u>50,000</u>	<u>1,612,416</u>
Less: Unamortized Discount	<u>(59,671)</u>	<u>(992)</u>	<u>(60,663)</u>
Total	<u>\$ 1,502,745</u>	<u>\$ 49,008</u>	<u>\$ 1,551,753</u>

Pledges receivable with due dates extending beyond one year are discounted using risk-adjusted discount rates of 3.79% to 4.13%.

**NOTE 7 PROPERTY AND EQUIPMENT, NET**

Property and equipment consist of the following:

Land	\$ 2,363,201
Building	20,058,868
Transportation Equipment	182,322
Furniture and Equipment	2,491,219
Construction in Progress	2,808,395
Subtotal	<u>27,904,005</u>
Less: Accumulated Depreciation	<u>(8,415,272)</u>
Total	<u>\$ 19,488,733</u>

Depreciation expense was \$842,920 for the year ended June 30, 2025.

**NOTE 8 LINE OF CREDIT**

The Shelter has a \$2,000,000 revolving line of credit with a bank, secured by investment accounts. Borrowings under the line bear interest at the greater of 1.0% or the bank's prime minus 1.0%. Any unpaid principal balance is due on or before March 9, 2027. There was no outstanding balance on the line of credit as of June 30, 2025.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 9 NET ASSETS**

**Without Donor Restrictions**

A portion of the net assets without donor restrictions has been designated by the board of directors for capital improvements to the Beau Venturi House, other capital purchases, and for an endowment fund.

**With Donor Restrictions**

Net assets with donor restrictions consist of the following as of June 30, 2025:

Transitional Living - Construction	\$ 1,792,790
Transitional Living - Operating	717,511
Immokalee Emergency Shelter Building Fund	217,941
Other Program Operations	893,899
Future Operations	2,926,846
Promises to Give	1,551,753
Endowment Funds Held in Perpetuity	4,232,011
Total	<u>\$ 12,332,751</u>

**NOTE 10 ENDOWMENT FUNDS**

**Board-Designated Endowment Fund**

In prior years, the board of directors designated a portion of net assets without donor restrictions as a general endowment fund to support the mission of the Shelter. Since that amount resulted from an internal designation and is not donor-restricted, it is classified and reported in net assets without donor restrictions.

As a general rule, the Shelter has a policy of appropriating for distribution each year, if needed, 5% of its board-designated endowment fund's average fair value of the prior 12 quarters through the calendar year-end preceding the fiscal year in which the distribution is planned, which can be changed at any time. In establishing this policy, the Shelter considered the long-term expected investment return on its endowment fund. Accordingly, over the long-term, the Shelter expects the current spending policy to allow its general endowment fund to provide a total return that meets or exceeds the withdrawal rate as well as the annual rate of inflation.

To achieve this objective, the Shelter has adopted an investment policy that attempts to maximize total return consistent with an acceptable level of risk. Endowment assets are invested in a diversified asset mix that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make a maximum annual withdrawal of 5% of the three-year average market value of the fund as of June 30th of each year if needed, at the discretion of the Board.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 10 DONOR RESTRICTED ENDOWMENT FUND (CONTINUED)**

Donor Restricted Endowment Funds (Continued)

The Shelter's donor restricted endowment consists of funds established to support current programs and expansion. As required by generally accepted accounting principles, net assets associated with this donor endowment fund are classified and reported in net assets with restrictions that are perpetual in nature.

The board of directors of the Shelter has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Shelter classifies as net assets with perpetual restrictions (a) the original value of gifts donated to the perpetual endowment, (b) the original value of subsequent gifts to the perpetual endowment, and (c) accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

Investment return on perpetually restricted net assets is classified as unrestricted or purpose restricted in accordance with the direction of the applicable donor gift instruments until those amounts are appropriated for expenditure by the Shelter in a manner consistent with the standard of prudence prescribed by SPMIFA. In accordance with SPMIFA, the Shelter considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of The Shelter, and (7) the Shelter's investment policies.

**Investment Return Objectives, Risk Parameters, and Strategies**

The Shelter has adopted investment and spending policies, approved by the board of directors, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long-term. Accordingly, the investment process seeks to achieve an after-cost total real rate of return, including investment income as well as capital appreciation, which exceeds the annual distribution with acceptable levels of risk. Endowment assets are invested in a well diversified asset mix, which includes equity and debt securities, that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make an annual distribution of 5%, while growing the funds, if possible. Therefore, the Shelter expects its endowment assets, over time, to produce an average rate of return of approximately 5.8%, annually. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 10 DONOR RESTRICTED ENDOWMENT FUND (CONTINUED)**

**Spending Policy**

The Shelter has a policy of appropriating for distribution each year a maximum of 5% of the endowment fund's average market value of the prior three years through the fiscal year-end preceding the fiscal year in which the distribution is planned. In establishing this policy, The Shelter considered the long-term expected return on its investment assets, the nature and duration of the individual endowment funds, many of which must be maintained in perpetuity because of donor-restrictions, and the possible effects of inflation. The Shelter expects its endowment assets, over time, to produce an average rate of return of approximately 5.8%, annually. Actual returns in any given year may vary from this amount. This is consistent with the Shelter's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through new gifts and investment return.

Endowment net asset composition by type of fund as of June 30, 2025 is as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Board-Designated Endowment Funds	\$ 44,641,777	\$ -	\$ 44,641,777
Donor-Restricted Endowment Funds	-	7,158,857	7,158,857
Total	<u>\$ 44,641,777</u>	<u>\$ 7,158,857</u>	<u>\$ 51,800,634</u>

Changes in endowment net assets for the year ended June 30, 2025 is as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment Net Assets - Beginning of Year (as restated)	\$ 36,397,915	\$ 5,910,569	\$ 42,308,484
Net investment return	4,493,282	723,288	5,216,570
Contributions	3,750,580	525,000	4,275,580
Appropriation of Endowment Assets	-	-	-
Endowment Net Assets - End of Year	<u>\$ 44,641,777</u>	<u>\$ 7,158,857</u>	<u>\$ 51,800,634</u>

The endowment net assets – beginning of year with donor restrictions was restated from the prior year to include the accumulated net investment return earned on the invested gifts. The previous balance of \$3,707,011 was increased by \$2,203,558. This restatement does not affect beginning net assets as reported on the statement of activities.

**NOTE 11 FUNDRAISING EVENTS, NET**

Fundraising events revenue and expenses consist of the following for the year ended June 30, 2025:

	<u>Revenue</u>	<u>Expenses</u>	<u>Net Total</u>
Mending Broken Hearts	\$ 1,292,269	\$ (195,179)	\$ 1,097,090
Gentlemen Against Domestic Violence	555,754	(83,985)	471,769
Other	12,081	(4,684)	7,397
Net Total	<u>\$ 1,860,104</u>	<u>\$ (283,848)</u>	<u>\$ 1,576,256</u>

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 12 IN-KIND CONTRIBUTIONS**

The Shelter receives donated goods for sale from the community to assist in the Shelter's program services. These donated goods are recorded in support in the accompanying financial statements based on the estimated fair value determined by subsequent sales. During the year ended June 30, 2025, the Shelter received \$1,033,307 in donated goods available to be sold in the thrift store.

The Shelter also received contributed items such as food and household goods including clothing that are used to support the Shelter's program services. The fair value of these donated items is based on replacement cost and take into consideration the nature, condition, or quality of the donated items. The approximate fair value of these items for the year ended June 30, 2025 was \$439,284.

**NOTE 13 CONCENTRATION OF CREDIT RISK**

The Shelter places the majority of its interest-bearing investments with several major financial institutions and, by policy, limits the amount of credit exposure to any one financial institution. The Shelter has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

**NOTE 14 DEFERRED COMPENSATION PLAN**

The Shelter maintains a deferred compensation plan for certain senior employees. The deferred compensation liability under the Shelter's plan was approximately \$624,314 as of June 30, 2025. The deferred compensation liability is funded by investments of \$895,026 reported as Investments – Other in the statement of financial position.

**NOTE 15 EMPLOYEE RETIREMENT PLAN**

The Shelter has adopted a safe harbor retirement plan under Section 401(k) of the Internal Revenue Code. Employees with three months of service are eligible to make contributions to the plan and to receive matching contributions to be made by the Shelter. The Shelter contributed \$85,311 to the plan during the year ended June 30, 2025.

**NOTE 16 COMMITMENT**

The Shelter has a \$2.8 million construction contract for transitional living apartments, of which approximately \$2.6 million has been expended as of June 30, 2025.



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND  
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Directors  
The Shelter for Abused Women & Children, Inc.  
Naples, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of The Shelter for Abused Women & Children, Inc. (a nonprofit organization), which comprise of the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 26, 2026.

***Report on Internal Control over Financial Reporting***

In planning and performing our audit of the financial statements, we considered The Shelter for Abused Women & Children, Inc.'s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of The Shelter for Abused Women & Children, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of The Shelter for Abused Women & Children, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2025-001 that we consider to be a material weakness.

**Report on Compliance and Other Matters**

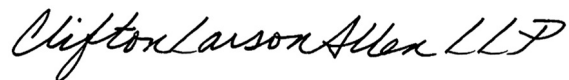
As part of obtaining reasonable assurance about whether The Shelter for Abused Women & Children, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**The Shelter for Abused Women and Children Inc.'s Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on The Shelter for Abused Women & Children, Inc.'s response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Shelter for Abused Women & Children, Inc.'s response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



**CliftonLarsonAllen LLP**

Naples, Florida  
March 26, 2026



## INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Directors  
The Shelter for Abused Women & Children, Inc.  
Naples, Florida

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited The Shelter for Abused Women & Children, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of The Shelter for Abused Women & Children, Inc.'s major federal programs for the year ended June 30, 2025. The Shelter for Abused Women & Children, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion The Shelter for Abused Women & Children, Inc. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

#### ***Basis for Opinion of Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of The Shelter for Abused Women & Children, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of The Shelter for Abused Women & Children, Inc.'s compliance with the compliance requirements referred to above.

#### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to The Shelter for Abused Women & Children, Inc.'s federal programs.

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on The Shelter for Abused Women & Children, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about The Shelter for Abused Women & Children, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding The Shelter for Abused Women & Children, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of The Shelter for Abused Women & Children, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of The Shelter for Abused Women & Children, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

**Report on Internal Control over Compliance**

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



**CliftonLarsonAllen LLP**

Naples, Florida  
March 26, 2026

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Contract Number	Total Federal Expenditures
<b>United States Department of Health &amp; Human Services</b>			
Florida Department of Children and Families:			
Temporary Assistance for Needy Families	93.558	LN312	\$ 146,484
Family Violence Prevention Services	93.671	LN312	<u>164,009</u>
Total U.S. Department of Health & Human Services			<u>310,493</u>
<b>United States Department of Housing and Urban Development</b>			
Continuum of Care Program	14.267	FL0295L4D062215	87,519
Continuum of Care Program	14.267	FL0993D4D062301	<u>184,241</u>
Subtotal Continuum of Care Program			<u>271,760</u>
Florida Department of Children & Families:			
Community Development Block Grants	14.218	B-22-UC-12-0016	<u>121,756</u>
Subtotal Community Development Block Grants			<u>121,756</u>
Collier County, Florida:			
Emergency Solutions Grants Program	14.231	E-23-UC-120016	12,100
Emergency Solutions Grants Program	14.231	E-24-UC-120016	<u>92,031</u>
Subtotal Essential Services & Operating Grant			<u>104,131</u>
Total U.S. Department of Housing and Urban Development			<u>497,647</u>
<b>United States Department of Justice</b>			
Florida Office of the Attorney General:			
Crime Victim Assistance	16.575	VOCA-C-2023-00207	227,725
Crime Victim Assistance	16.575	VOCA-C-2024-00183	<u>699,314</u>
Subtotal of Victims of Crime Assistance Program			<u>927,039</u>
Florida Department of Children & Families:			
Violence Against Women Formula Grants	16.588	LN257	<u>40,104</u>
Total U.S. Department of Justice			<u>967,143</u>
<b>United States Department of Homeland Security</b>			
United Way			
Emergency Food and Shelter Program	97.024	159000-010	<u>20,329</u>
Total U.S. Department of Homeland Security			<u>20,329</u>
Total Expenditures of Federal Awards			<u><u>\$ 1,795,612</u></u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2025**

**NOTE 1 BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards is presented on the accrual basis of accounting. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Shelter, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Shelter.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**NOTE 3 INDIRECT COST RATE**

The Shelter has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

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**Section I – Summary of Auditors’ Results**

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**Financial Statements**

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified?     x     yes            no
  - Significant deficiency(ies) identified?            yes     x     none reported
  - yes     x     none reported
3. Noncompliance material to financial statements noted?            yes     x     no

**Federal Awards**

1. Internal control over major federal programs:
- Material weakness(es) identified?            yes     x     no
  - Significant deficiency(ies) identified?            yes     x     none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?            yes     x     no

**Identification of Major Federal Programs**

**Assistance Living Number(s)**

16.575

**Name of Federal Program or Cluster**

Crime Victim Assistance

Dollar threshold used to distinguish between Type A and Type B programs:

Type A - \$750,000

Auditee qualified as low-risk auditee?

           yes     x     no

**THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2025**

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***Section II – Financial Statement Findings***

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**2025-001, Financial Reporting in accordance with U.S. GAAP**

Type of Finding: Material Weakness in Internal Control over Financial Reporting

**Condition:** The Shelter did not have internal controls in place to ensure that various account balances, including retainage payable and construction in process, and note disclosures were recorded in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP); therefore, the potential exists that a material misstatement of the financial statements and disclosures could occur and not be prevented, or detected and corrected, by the Shelter’s internal controls.

**Criteria or specific requirement:** Internal controls should be in place to provide reasonable assurance that account balances are recorded in accordance with U.S. GAAP.

**Effect:** The lack of controls in place over the financial reporting function increases the risk of misstatements, fraud, or errors occurring and not being detected and corrected.

**Cause:** The Shelter did not have an internal control in place to provide reasonable assurance that account balances, including retainage payable and construction in process, are recorded in accordance with U.S. GAAP.

**Repeat Finding:** The finding includes a repeat of a finding in the immediately prior year. Prior year finding number was 2024-004.

**Recommendation:** The Shelter should evaluate their financial reporting processes and controls to determine whether additional controls over the preparation financial statements can be implemented to provide reasonable assurance that financial statements are prepared in accordance with U.S. GAAP. The Shelter should consider reviewing and updating the month-end and year-end close checklists to detail specific tasks (including reviewing construction invoices for retainage), identify account reconciliations to be prepared and approved, and note other financial reporting matters to ensure that accounts balances and financial statements are properly recorded in accordance with U.S. GAAP.

**Views of responsible officials and planned corrective actions:** As detailed in the Corrective Action Plan, management has agreed to the finding and recommendation noted above.

THE SHELTER FOR ABUSED WOMEN & CHILDREN, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025

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***Section III – Findings and Questioned Costs – Major Federal Programs***

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Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).



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## Management Response and Corrective Action Plan

March 26, 2026

The Shelter for Abused Women & Children, Inc. respectfully submits the following corrective action plan for the year ended June 30, 2025.

Name and address of independent public accounting firm:

CliftonLarsonAllen LLP  
4501 Tamiami Trail North,  
Suite 200, Naples, FL 34103

Audit Period:

Fiscal Year end June 30, 2025

The findings from Section II – Financial Statement Findings are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

### **2025-001, Financial Reporting in accordance with U.S. GAAP**

**Type of Finding:** Material Weakness in Internal Control over Financial Reporting

**Condition:** The Shelter did not have internal controls in place to ensure that various account balances, including retainage payable and construction in process, were recorded in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP); therefore, the potential exists that a material misstatement of the financial statements could occur and not be prevented, or detected and corrected, by the Shelter's internal controls.

**Criteria or specific requirement:** Internal controls should be in place to provide reasonable assurance that account balances are recorded in accordance with U.S. GAAP.

**Effect:** The lack of controls in place over the financial reporting function increases the risk of misstatements, fraud, or errors occurring and not being detected and corrected.

**Cause:** The Shelter did not have an internal control in place to provide reasonable assurance that account balances, including retainage payable and construction in process, are recorded in accordance with U.S. GAAP.

**Repeat Finding:** The finding includes a repeat of a finding in the immediately prior year. Prior year finding number was 2024-004.

**Recommendation:** The Shelter should evaluate their financial reporting processes and controls to determine whether additional controls over the preparation of financial statements can be implemented to provide reasonable assurance that financial statements are prepared in accordance with U.S. GAAP. The Shelter should consider reviewing and updating the month-end and year-end close checklists to detail specific tasks (including reviewing construction invoices for retainage), identify account reconciliations to be prepared and approved, and note other financial reporting matters to ensure that accounts balances and financial statements are properly recorded in accordance with U.S. GAAP.

**Views of responsible officials and planned corrective actions:** As detailed in the Corrective Action Plan, management has agreed to the finding and recommendation noted above.

**Action Taken:** Management agrees to the finding and the recommendation provided by CliftonLarsonAllen LLP. A new policy will be created that details the monthly and yearly closing requirements in the form of checklists to ensure that account balances and financials statements are properly presented and recorded in accordance with U.S. GAAP. This policy will be reviewed and approved by the Finance Committee on an annual basis.

Sincerely,



Timothy Barone, Chief Financial Officer



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Nancy White

**THE SHELTER FOR ABUSED WOMEN & FAMILIES, INC.  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED JUNE 30, 2025**

Department of Justice:

The Shelter for Abused Women & Families, Inc. respectfully submits the following summary schedule of prior audit findings for the year ended June 30, 2024.

Audit period: June 30, 2025

The findings from the prior audit's schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the prior year.

**FINDINGS—FINANCIAL STATEMENT AUDIT**

**2024-001 Construction Escrow Account**

**Condition:** The Shelter did not record their construction escrow account as cash, but as work in progress and was not receiving statements from the bank on a monthly basis.

**Status:** Corrective action was taken.

**2024-002 Cutoff of Grants Receivable**

**Condition:** The Shelter did not record all grants receivable by their fiscal year end.

**Status:** Corrective action was taken.

**2024-003 Posting of Prior Year Audit Adjustments**

**Condition:** The Shelter did not correctly record all adjusting journal entries from the prior audit period.

**Status:** Corrective action was taken.

**2024-004 Construction Retainage**

**Condition:** The Shelter did not record retainage payable related to the construction of their multi-family housing structure.

**Status:** See current year finding 2025-001.

**Reason for finding's recurrence:** Due to the timing of the prior year finding being reported in May 2025 there wasn't enough time to enlist an accounting professional to train staff, as detailed in our corrective action plan, before the fiscal year end in June 2025.

**Corrective Action:** The CFO will incorporate a construction invoice review as part of the monthly close checklist. Additionally, an item will be added to the year-end

P.O. Box 10102, Naples, Florida 34101 | 239-775-3862 | Fax 239-775-3061 | 24-Hour Crisis Line 239-775-1101  
Immokalee Office 239-657-5700 | TTY 239-775-4265 | [www.naplesshelter.org](http://www.naplesshelter.org) | [info@naplesshelter.org](mailto:info@naplesshelter.org)  
The Shelter Options Shoppe: 968 Second Ave North, Naples 34102 ~ 239-434-7115

The Shelter for Abused Women & Children is grateful for funding from United Way of Collier County, Department of Children & Families (Domestic Violence Trust Fund) and private contributors

checklist to review that any and all construction related activities have been properly accounted for in accordance with generally accepted accounting principles.

**FINDINGS— FEDERAL AWARD PROGRAMS AUDITS**

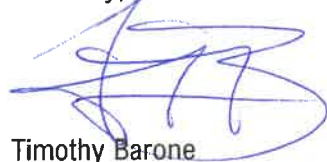
**2024 – 005 Single Audit Report Submission**

**Condition:** The Shelter did not submit their prior independent audit within the required time period.

**Status:** Corrective action was taken.

If the Department of Justice has questions regarding this schedule, please call Tim Barone, CFO, at 239-775-3862.

Sincerely,



Timothy Barone  
Chief Financial Officer